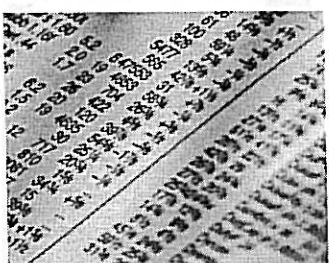
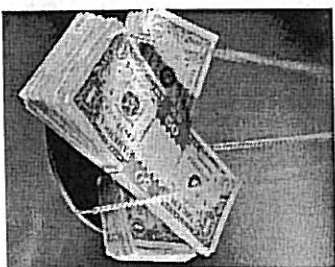
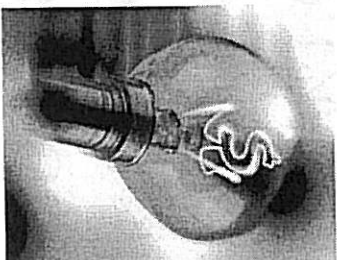


SAN DIEGO CITY EMPLOYEES' RETIREMENT SYSTEM



SDCCERS vs. CalPERS:

Asset Allocation, Performance & Costs

September 6, 2007



Actual Asset Allocation (as of 3/31/07)

■ SDCERS

- 38.5% Domestic Stocks
- 18.4% Non-US Stocks
- 33.8% Global Bonds
- 9.2% Real Estate
- 0.0% Alts. & Other
- 0.1% Cash

■ CalPERS

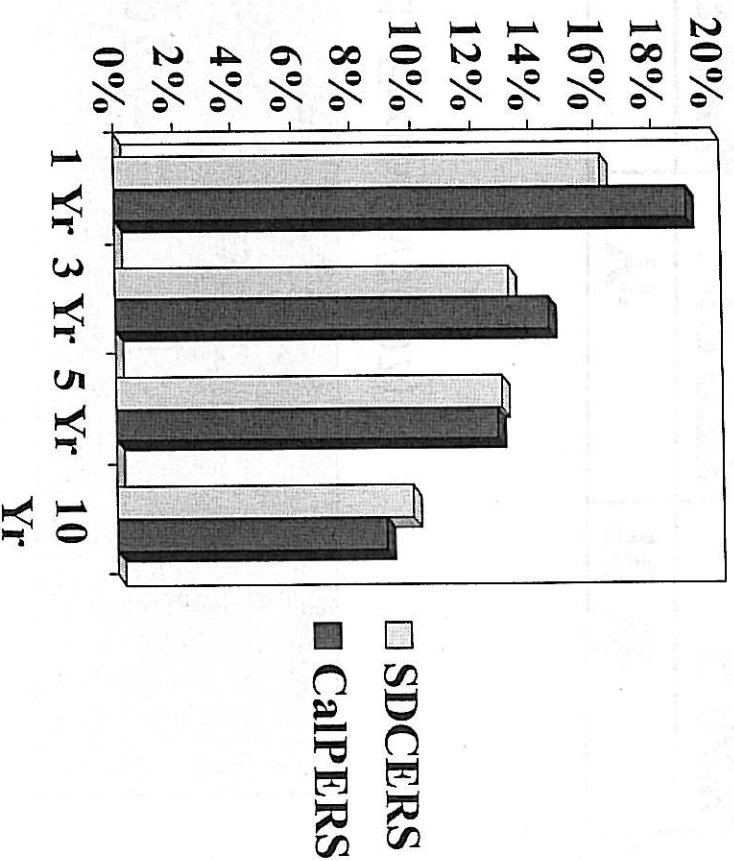
- 39.3% Domestic Stocks
- 21.1% Non-US Stocks
- 23.4% Global Bonds
- 8.3% Real Estate
- 5.8% Alts. & Other
- 1.1 % Cash

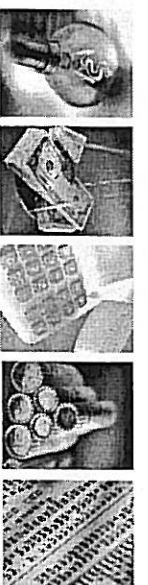


Investment Performance: SDCERS vs. CalPERS

(Annualized Periods Ending 6/30/07)

- SDCERS outperformed CalPERS over long-term, market cycle periods of 5 & 10 years.
- SDCERS achieved superior longer-term returns with lower risk (volatility) than CalPERS.





Investment Returns SDCERS vs. CalPERS

(Annualized Periods Ending 6/30/07)

	1 Yr	3 Yr	5 Yr	10 Yr
SDCERS	16.22%	13.22%	12.97%	9.94%
CalPERS	19.13%	14.62%	12.81%	9.06%



Investment Manager Expense Ratios (Annualized)

■ SDCERS (as of 6/30/06)

0.405% *

* Includes all real estate and external equity manager funds' fees. Asset size ~\$4.3 billion.

■ CalPERS (as of 7/31/06)

0.33% **

** Excludes real estate and external equity and fixed income manager funds' base fees. Does include alternative investment partnerships and direct fees. Asset size ~\$210 billion.

